

**CALENDAR ITEM
C59**

A 33
S 16

02/07/17
PRC 2984.2
C. Hudson

REVISION OF RENT

LESSEE:

AT&T Corp., a Wholly-Owned Subsidiary of SBC Communications, Inc.

AREA, LAND TYPE, AND LOCATION:

0.457-acre parcel, more or less, of State-owned school land within a portion of Section 36, Township 12 North, Range 5 East, SBM, southwest of Baker, San Bernardino County.

AUTHORIZED USE:

Use and maintenance of an existing underground coaxial telephone cable line.

LEASE TERM:

20 years, beginning April 15, 2012.

CONSIDERATION:

This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff conducted a review of the rent under this lease and recommends that rent be revised from \$100 per year to \$450 per year, effective April 15, 2017.

OTHER PERTINENT INFORMATION:

1. On October 27, 2011, the Commission authorized a General Lease – Right-of-Way Use to AT&T Corp., a Wholly-Owned Subsidiary of SBC Communications, Inc. for the use and maintenance of an existing underground coaxial telephone cable line.
2. On July 1, 2014, the minimum annual rent for a General Lease – Right of Way Use was increased from \$100 to \$450 [Cal. Code Regs., tit. 2, § 2003, subd. (b)(3)].
3. This action is consistent with Strategy 2.2 of the Commission’s Strategic Plan to ensure timely receipt of revenues and royalties from the use and development of State lands and minerals.

CALENDAR ITEM NO. **C59** (CONT'D)

4. Approving the revision of rent is not a project as defined by the California Environmental Quality Act because it is an administrative action that will not result in direct or indirect physical changes in the environment.

Authority: Public Resources Code section 21065 and California Code of Regulations, title 14, section 15378, subdivision (b)(5).

EXHIBIT:

- A. Site and Location Map

RECOMMENDED ACTION:

It is recommended that the Commission:

AUTHORIZATION:

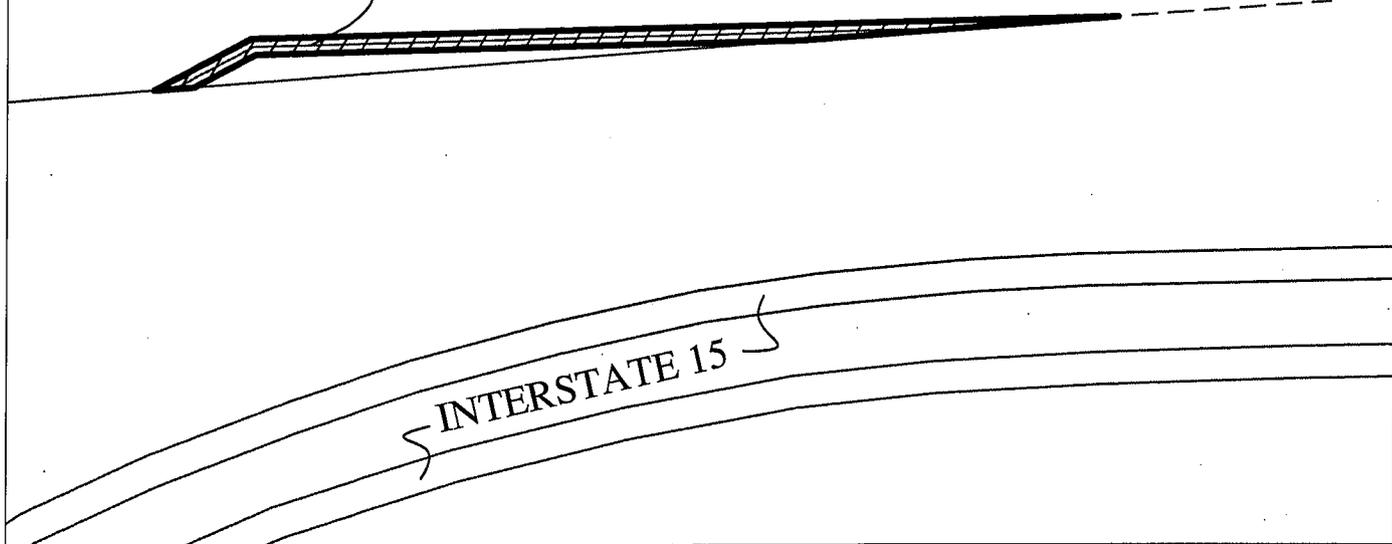
Approve the revision of rent for Lease No. PRC 2984.2 from \$100 per year to \$450 per year, effective April 15, 2017.

NO SCALE

SITE

SECTION 36
APN 0543-091-18

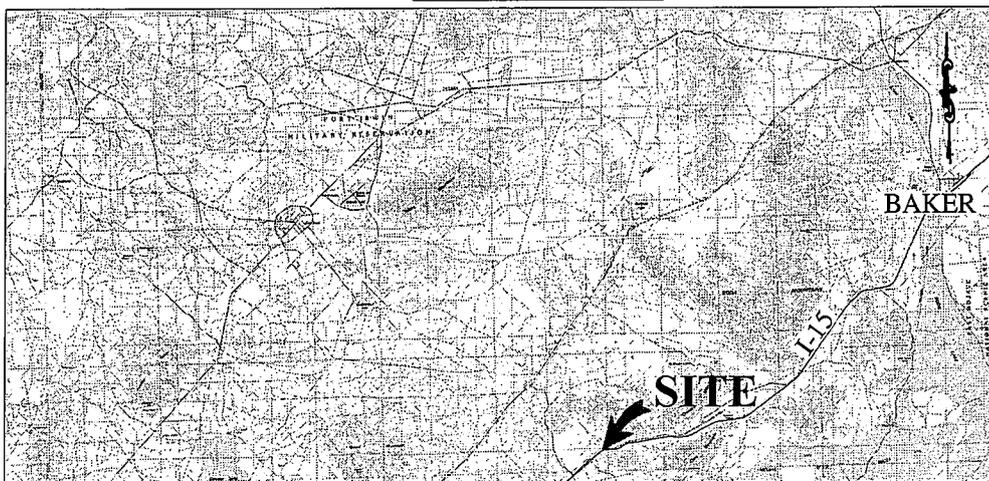
LEASE AREA
0.457 ACRES



SECTION 36, T12N, R5E, SBM

NO SCALE

LOCATION



MAP SOURCE: USGS QUAD

Exhibit A

PRC 2984.2
AT&T
APN 0543-091-18
GENERAL LEASE -
RIGHT-OF-WAY USE
SAN BERNARDINO COUNTY



This Exhibit is solely for purposes of generally defining the lease premises, is based on unverified information provided by the Lessee or other parties and is not intended to be, nor shall it be construed as, a waiver or limitation of any State interest in the subject or any other property.